

**SCOMI MARINE BHD (397979-A)**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE QUARTER AND YEAR ENDED  
30 SEPTEMBER 2012**

|  | Current Quarter<br>3 months ended<br>30 September |                | Cumulative<br>9 months ended<br>30 September |                |
|--|---|----------------|--|----------------|
|  | 2012<br>RM'000                                    | 2011<br>RM'000 | 2012<br>RM'000                               | 2011<br>RM'000 |
| <b>Revenue</b>   | <b>49,531</b>                                     | <b>87,961</b>  | <b>238,168</b>                               | <b>282,622</b> |
| Cost of sales  | (43,986)  | (68,441)       | (180,881)                                    | (233,508)      |
| <b>Gross profit</b>  | <b>5,545</b>                                      | <b>19,520</b>  | <b>57,287</b>                                | <b>49,114</b>  |
| Interest income  | 287   | 99             | 598  | 436            |
| Other income   | 3,675   | 521            | 4,145  | 4,399          |
| Administrative expenses  | (4,961)   | (8,454)        | (22,561)                                     | (23,276)       |
| Other operating expenses   | (1,281)   | -              | (6,216)                                      | -              |
| Foreign exchange (loss)/gain   | (824)   | (92)           | (1,275)                                      | (85)           |
| Fair value gain on interest rate swap  | 84  | -              | 274  | -              |
| Finance costs  | (1,044)   | (262)          | (1,529)                                      | (2,261)        |
| Share of results of associates   | 83  | (805)          | 100  | (2,594)        |
| Share of results of joint venture  | 711   | 633            | 2,025  | 1,775          |
| Impairment on receivables  | -   | (2,402)        | -  | (4,975)        |
| <b>Profit before taxation</b>  | <b>2,275</b>                                      | <b>8,758</b>   | <b>32,848</b>                                | <b>22,533</b>  |
| Taxation   | (1,514)   | (1,184)        | (4,580)                                      | (4,274)        |
| <b>Profit for the period</b>   | <b>761</b>  | <b>7,574</b>   | <b>28,268</b>                                | <b>18,259</b>  |
| <b>Profit attributable to :</b>  |   |                |  |                |
| Shareholders of the Company  | (646)   | 7,807          | 24,652                                       | 18,960         |
| Non-controlling interests  | 1,407   | (233)          | 3,616  | (701)          |
| <b>Profit for the period</b>   | <b>761</b>  | <b>7,574</b>   | <b>28,268</b>                                | <b>18,259</b>  |
| Earnings per share attributable to<br>shareholders of the Company:                                       |   |                |  |                |
| Basic earnings per ordinary share (sen)  | (0.09)  | 1.07           | 3.36   | 2.59           |
| Diluted earnings per ordinary share (sen)  | (0.09)  | 1.07           | 3.36   | 2.59           |
| Earnings per share for profit from continuing operations<br>attributable to shareholders of the Company: |   |                |  |                |
| Basic earnings per ordinary share (sen)  | (0.09)  | 1.07           | 3.36   | 2.59           |
| Diluted earnings per ordinary share (sen)  | (0.09)  | 1.07           | 3.36   | 2.59           |

Note : The detailed calculation for the Basic and Diluted (loss)/earnings per share is shown in note B11.

*The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2011.*

**SCOMI MARINE BHD (397979-A)**  
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**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR ENDED  
30 SEPTEMBER 2012**

|   | Current Quarter<br>3 months ended<br>30 September |                | Cumulative<br>9 months ended<br>30 September |                |
|---|---|----------------|--|----------------|
|   | 2012<br>RM'000                                    | 2011<br>RM'000 | 2012<br>RM'000                               | 2011<br>RM'000 |
| <b>Profit for the period</b>  | <b>761</b>  | <b>7,574</b>   | <b>28,268</b>                                | <b>18,259</b>  |
| Cash flow hedges - fair value loss  | -   | 629            | -  | 2,645          |
| Exchange difference arising from translation of<br>financial statements of foreign operations | (14,692)  | 32,174         | (8,419)                                      | 19,899         |
| <b>Total comprehensive income/(loss)</b>  | <b>(13,931)</b>                                   | <b>40,377</b>  | <b>19,849</b>                                | <b>40,803</b>  |
| <b>Total comprehensive income/(loss) attributable to:</b>                                     |   |                |  |                |
| Shareholders of the Company   | (13,613)  | 38,345         | 16,967                                       | 40,667         |
| Non-controlling interests   | (318)   | 2,032          | 2,882  | 136            |
| <b>Total comprehensive income/(loss)</b>  | <b>(13,931)</b>                                   | <b>40,377</b>  | <b>19,849</b>                                | <b>40,803</b>  |

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**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2012**

|   | <i>Unaudited</i><br>As at<br>30 September 2012<br>RM'000 | <i>Audited</i><br>As at<br>31 December 2011<br>RM'000 |
|---|--|---|
| <b>ASSETS</b>   |  |   |
| <b>Non-current assets</b>   |  |   |
| Property, plant and equipment                                       | 393,114  | 439,183   |
| Investment in associated companies                                  | 347  | 247   |
| Investment in joint venture   | 20,614   | 20,188  |
| Goodwill  | 7,014  | 7,014   |
| Deferred tax assets   | 7  | 6   |
| Receivables   | 117  | 147   |
| Total non-current assets  | 421,212  | 466,785   |
| <b>Current assets</b>   |  |   |
| Receivables, deposits and prepayments                               | 98,916   | 139,888   |
| Deposit with licensed banks   | 52,939   | 55,435  |
| Cash and bank balances  | 28,473   | 25,211  |
| Total current assets  | 180,328  | 220,534   |
| <b>Total assets</b>   | <b>601,540</b>   | <b>687,319</b>  |
| <b>EQUITY AND LIABILITIES</b>                                       |  |   |
| <b>Capital and reserves</b>   |  |   |
| Share capital   | 329,854  | 733,009   |
| Treasury shares   | (48)   | (47)  |
| Share premium   | -  | 121,913   |
| Capital reserves  | 26,881   | -   |
| Exchange fluctuation reserves                                       | (127,001)  | (118,582)   |
| Options reserve   | -  | 4,879   |
| Retained profits  | 152,365  | (215,422)   |
| <b>Total equity attributable to shareholders<br/>of the Company</b> | <b>382,051</b>   | <b>525,750</b>  |
| Non-controlling interests   | 69,694   | 45,152  |
| <b>Total equity</b>   | <b>451,745</b>   | <b>570,902</b>  |
| <b>Liabilities</b>  |  |   |
| <b>Non-current liabilities</b>                                      |  |   |
| Long term borrowings  | 31,753   | 10,186  |
| Provision for retirement benefits                                   | 2,389  | 2,315   |
| Deferred tax liabilities  | 431  | 442   |
| Total non-current liabilities                                       | 34,573   | 12,943  |
| <b>Current liabilities</b>  |  |   |
| Trade and other payables  | 72,033   | 81,047  |
| Short term borrowings   | 39,629   | 18,777  |
| Derivative financial instrument                                     | 430  | 773   |
| Current tax liabilities   | 3,130  | 2,877   |
| Total current liabilities   | 115,222  | 103,474   |
| <b>Total liabilities</b>  | <b>149,795</b>   | <b>116,417</b>  |
| <b>Total equity and liabilities</b>                                 | <b>601,540</b>   | <b>687,319</b>  |
| Net assets per share (RM)   | 0.52   | 0.72  |

*The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2011.*

**SCOMI MARINE BHD (397979-A)**  
(Incorporated in Malaysia)

**UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2012**

|   | -----Non Distributable----- <-----Distributable-----> |                           |                          |   |                            |                             |                             | Attributable to shareholders of the Company |                  | Total equity<br>RM '000 |                                      |
|---|---|---------------------------|--------------------------|---|----------------------------|-----------------------------|-----------------------------|---|------------------|-------------------------|--------------------------------------|
|   | Share capital<br>RM '000                              | Treasury shares<br>RM'000 | Share premium<br>RM '000 | Exchange fluctuation reserve<br>RM '000 | Option reserves<br>RM '000 | Hedging reserves<br>RM '000 | Capital reserves<br>RM '000 | Retained earnings<br>RM '000                | Total<br>RM '000 |                         | Non-controlling interests<br>RM '000 |
| <b>As at 1 January 2011</b>   | 733,009   | (4)                       | 121,913                  | (127,117)                               | 5,929                      | (1,794)                     | -                           | (103,723)                                   | 628,213          | 46,914                  | 675,127                              |
| Total comprehensive income/(loss) for the period  | -   | -                         | -                        | 19,913                                  | -                          | 1,794                       | -                           | 18,960                                      | 40,667           | 136                     | 40,803                               |
| Purchase of treasury shares   | -   | (43)                      | -                        | -                                       | -                          | -                           | -                           | -   | (43)             | -                       | (43)                                 |
| Share options - value of employee services  | -   | -                         | -                        | -                                       | 709                        | -                           | -                           | -   | 709              | -                       | 709                                  |
| <b>As at 30 September 2011</b>  | <b>733,009</b>  | <b>(47)</b>               | <b>121,913</b>           | <b>(107,204)</b>                        | <b>6,638</b>               | <b>-</b>                    | <b>-</b>                    | <b>(84,763)</b>                             | <b>669,546</b>   | <b>47,050</b>           | <b>716,596</b>                       |
| <b>As at 1 January 2012</b>   | 733,009   | (47)                      | 121,913                  | (118,582)                               | 4,879                      | -                           | -                           | (215,422)                                   | 525,750          | 45,152                  | 570,902                              |
| Total comprehensive income/(loss) for the period  | -   | -                         | -                        | (8,419)                                 | -                          | -                           | -                           | 24,652                                      | 16,233           | 2,882                   | 19,115                               |
| Purchase of treasury shares   | -   | (1)                       | -                        | -                                       | -                          | -                           | -                           | -   | (1)              | -                       | (1)                                  |
| Share options - value of employee services  | -   | -                         | -                        | -                                       | 397                        | -                           | -                           | -   | 397              | -                       | 397                                  |
| Share options - value of options terminated   | -   | -                         | -                        | -                                       | (5,276)                    | -                           | -                           | 5,276                                       | -                | -                       | -                                    |
| Dilution of interest in subsidiary companies  | -   | -                         | -                        | -                                       | -                          | -                           | -                           | (24,271)                                    | (24,271)         | 21,660                  | (2,611)                              |
| Share capital and share premium reduction, capital repayment and setting off accumulated losses | (403,155)   | -                         | (121,913)                | -                                       | -                          | -                           | 26,881                      | 362,130                                     | (136,057)        | -                       | (136,057)                            |
| <b>As at 30 September 2012</b>  | <b>329,854</b>  | <b>(48)</b>               | <b>-</b>                 | <b>(127,001)</b>                        | <b>-</b>                   | <b>-</b>                    | <b>26,881</b>               | <b>152,365</b>                              | <b>382,051</b>   | <b>69,694</b>           | <b>451,745</b>                       |

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**UNAUDITED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 30 SEPTEMBER 2012**

|  | <b>9 months ended<br/>30 September 2012<br/>RM'000</b> | <b>9 months ended<br/>30 September 2011<br/>RM'000</b> |
|--|--|--|
| <b>Cash Flows From Operating Activities</b>  |  |  |
| Profit for the period  | 28,268   | 18,259   |
| Adjustments for:   |  |  |
| Depreciation of property, plant and equipment  | 35,025   | 43,912   |
| Amortisation of prepaid charter hire expenses  | 2,881  | 4,204  |
| Amortisation of loan expenses  | 324  | 137  |
| Amortisation of loan facility fee  | -  | (10)   |
| Impairment of receivables  | -  | 4,975  |
| Reversal of impairment on receivables  | (1,656)  | -  |
| Provision of retirement benefits   | (74)   | (74)   |
| Interest expense   | 1,205  | 2,134  |
| Share option expenses  | 397  | 709  |
| Interest income  | (598)  | (436)  |
| Share of results in associated companies   | (100)  | 2,594  |
| Share of results in a joint venture  | (2,025)  | (1,775)  |
| Unrealised foreign exchange gain   | 147  | (333)  |
| Loss/(Gain) on disposal of property, plant and equipment   | 2,677  | (3,708)  |
| Taxation expense   | 4,580  | 4,274  |
| Operating cash flows before working capital changes  | <u>71,051</u>  | <u>74,862</u>  |
| Changes in working capital:  |  |  |
| Receivables, deposits and prepayments  | 40,972   | 19,676   |
| Payables   | <u>(9,015)</u>   | <u>23,388</u>  |
| Cash generated from operations   | 103,008  | 117,926  |
| Tax paid   | <u>(5,093)</u>   | <u>(4,238)</u>   |
| Net cash generated from operating activities   | <u>97,915</u>  | <u>113,688</u>   |
| <b>Cash Flows From Investing Activities</b>  |  |  |
| Proceeds from disposal of property, plant and equipment  | 21,974   | 4,177  |
| Interest received  | 598  | 436  |
| Purchase of property, plant and equipment  | (23,681)   | (21,116)   |
| Capital repayment to shareholder   | <u>(135,580)</u>                                       | <u>-</u>   |
| Net cash used in investing activities  | <u>(136,689)</u>                                       | <u>(16,503)</u>  |
| <b>Cash Flows From Financing Activities</b>  |  |  |
| Repayment of borrowings  | (14,114)   | (69,344)   |
| Interest paid on borrowings  | (1,205)  | (2,261)  |
| Proceeds from term loan  | 61,640   | -  |
| Purchase of treasury shares  | (1)  | (43)   |
| Increase in short term deposit pledged as security   | <u>(10,852)</u>  | <u>369</u>   |
| Net cash used in financing activities  | <u>35,468</u>  | <u>(71,279)</u>  |
| Note : Net increase in cash and cash equivalents   | (3,305)  | 25,906   |
| <b>Cash and cash equivalents at 1 January</b>  | 80,646   | 12,666   |
| Currency Translation Differences   | (8,923)  | 357  |
| <b>Cash and cash equivalents at 30 September</b>   | <u>68,418</u>  | <u>38,929</u>  |
| Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:- |  |  |
|  | <b>RM'000</b>  | <b>RM'000</b>  |
| Deposits with licensed banks   | 52,939   | 7,413  |
| Cash and bank balances   | <u>28,473</u>  | <u>31,516</u>  |
|  | 81,412   | 38,929   |
| Less:  |  |  |
| Deposits pledged with financial institutions   | <u>(12,994)</u>  | <u>(1,875)</u>   |
|  | <u>68,418</u>  | <u>37,054</u>  |

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